NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Producers 88 (4-89) — Paid Up With 640 Acres Pooling Provision STANDARD LEASE v.5

THIS LEASE AGREEMENT is made this

married ourson

PAID UP OIL AND GAS LEASE

(No Surface Use)

herein

September

joined

, 2009, by and between

spouse

2712 C. A. N. E. L. I tour	111	<u>Faose</u>
	<u> </u>	as Lessor,
and, <u>DALE PROPERTY SERVICES, L.L.C., 2100 Ross Avenue, Suite 187b Dallas Texas 7</u> : hereinabove named as Lessee, but all other provisions (including the completion of blank spaces		
In consideration of a cash bonus in hand paid and the covenants herein contained		
described land, hereinafter called leased premises:		1
Hin	Λ,	Λ
ACRES OF LAND, MORE OR LESS, BEING LOT(S)	77	, BLOCK
OUT OF THE Cinhy Court Estates	AD!	DITION, AN ADDITION TO THE CITY OF
Fort Worth TARRANT COUNTY, TE		TO THAT CERTAIN PLAT RECORDED
		OF TARRANT COUNTY, TEXAS.
17.02	. T D II ILLOONDO	01 // all 0 011 0 0 0 11 1 1 1 2 0 1 0 .
		terests therein which Lessor may hereafter acquire by
reversion, prescription or otherwise), for the purpose of exploring for, developing, producing a		
substances produced in association therewith (including geophysical/seismic operations). 1 commercial gases, as well as hydrocarbon gases. In addition to the above-described leased p		
land now or hereafter owned by Lessor which are contiguous or adjacent to the above-describe		
Lessor agrees to execute at Lessee's request any additional or supplemental instruments for a m		
of determining the amount of any shut-in royalties hereunder, the number of gross acres above s	pecified shall be deemed	d correct, whether actually more or less.
2. This looses which is a "assid we" loons requiring to contain shall be in faces for a primary	Fivo	(5)years from the date hereof, and for
This lease, which is a "paid-up" lease requiring no rentals, shall be in force for a primar as long thereafter as oil or gas or other substances covered hereby are produced in paying quai		
otherwise maintained in effect pursuant to the provisions hereof.	nace nom are reases pr	difficulty of front to the following of the following
Royalties on oil, gas and other substances produced and saved bereunder shall be pre-		
separated at Lessee's separator facilities, the royalty shall be one-fourth		uch production, to be delivered at Lessee's option to
Lessor at the wellhead or to Lessor's credit at the oil purchaser's transportation facilities, provid the wellhead market price then prevailing in the same field (or if there is no such price then p		
prevailing price), for production of similar grade and gravity; (b) for gas (including casing the proceeds realized by Lessee from the proceed by Lessee from the proceeds realized by Lessee from the proceed by Lessee from the proceeds realized by Lessee from the proceed	head gas) and all othe	er substances covered hereby, the royalty shall be
One - fourth () of the proceeds realized by Lessee from t	ne sale thereof, less a p	roportionate part of ad valorem taxes and production,
severance, or other excise taxes and the costs incurred by Lessee in delivering, processing or of have the continuing right to purchase such production at the prevailing wellhead market price page.		
then prevailing in the same field, then in the nearest field in which there is such a prevailing pr		
nearest preceding date as the date on which Lessee commences its purchases hereunder; and	(c) if at the end of the prin	mary term or any time thereafter one or more wells on
the leased premises or lands pooled therewith are capable of either producing oil or gas or other	r substances covered he	ereby in paying quantities or such wells are waiting on
hydraulic fracture stimulation, but such well or wells are either shut-in or production there from is be producing in paying quantities for the purpose of maintaining this lease. If for a period of 90	not being sold by Lesse	se, such well of wells shall nevertheless be deemed to well or wells are shut in or production there from is not
being sold by Lessee, then Lessee shall pay shut-in royalty of one dollar per acre then covered	by this lease, such payr	ment to be made to Lessor or to Lessor's credit in the
depository designated below, on or before the end of said 90-day period and thereafter on or be	efore each anniversary of	of the end of said 90-day period while the well or wells
are shut-in or production there from is not being sold by Lessee; provided that if this lease is	otherwise being mainta	ained by operations, or if production is being sold by
Lessee from another well or wells on the leased premises or lands pooled therewith, no shut-in of such operations or production. Lessee's failure to properly pay shut-in royalty shall render Les	oyalty shall be due until	the end of the 90-day period next following cessation
All shut-in royalty payments under this lease shall be paid or tendered to Lessor or to	Lessor's credit in at les	ssor's address above or its successors, which shall
be Lessor's depository agent for receiving payments regardless of changes in the ownership of s	said land. All payments o	or tenders may be made in currency, or by check or by
draft and such payments or tenders to Lessor or to the depository by deposit in the US Mails in		
address known to Lessee shall constitute proper payment. If the depository should liquidate or	be succeeded by another	ar institution, or for any reason fall or refuse to accept
payment hereunder, Lessor shall, at Lessee's request, deliver to Lessee a proper recordable ins 5. Except as provided for in Paragraph 3, above, if Lessee drills a well which is incapable	of producing in paying	quantities (hereinafter called "dry hole") on the leased
premises or lands pooled therewith, or if all production (whether or not in paying quantities)	permanently ceases from	m any cause, including a revision of unit boundaries
pursuant to the provisions of Paragraph 6 or the action of any governmental authority, ther	in the event this lease	e is not otherwise being maintained in force it shall
nevertheless remain in force if Lessee commences operations for reworking an existing well or on the leased premises or lands pooled therewith within 90 days after completion of operations	for drilling an additional	well or for otherwise obtaining or restoring production in an above after such consisting of all production. If at
the end of the primary term, or at any time thereafter, this lease is not otherwise being maint	ained in force but Lesse	ee is then engaged in drilling, reworking or any other
operations reasonably calculated to obtain or restore production therefrom, this lease shall rema	iin in force so long as an	ly one or more of such operations are prosecuted with
no cessation of more than 90 consecutive days, and if any such operations result in the produ	ction of oil or gas or oth	ier substances covered hereby, as long thereafter as
there is production in paying quantities from the leased premises or lands pooled therewith. A Lessee shall drill such additional wells on the leased premises or lands pooled therewith as a re-	ter completion of a well	capable of producing in paying quantities hereunder, or would drill under the same or similar circumstances.
to (a) develop the leased premises as to formations then capable of producing in paying quar	itities on the leased prer	mises or lands pooled therewith, or (b) to protect the
leased premises from uncompensated drainage by any well or wells located on other lands not	pooled therewith. There	shall be no covenant to drill exploratory wells or any
additional wells except as expressly provided herein.	nyamiaan or interest the	rois with any other lands or interests, as to any or all
Lessee shall have the right but not the obligation to pool all or any part of the leased depths or zones, and as to any or all substances covered by this lease, either before or after	the commencement of	production, whenever Lessee deems it necessary or
proper to do so in order to prudently develop or operate the leased premises, whether or not sin	nilar pooling authority exi	tists with respect to such other lands or interests. The
unit formed by such pooling for an oil well which is not a horizontal completion shall not exceed	l 80 acres plus a maximu	um acreage tolerance of 10%, and for a gas well or a
horizontal completion shall not exceed 640 acres plus a maximum acreage tolerance of 10%; pr completion to conform to any well spacing or density pattern that may be prescribed or permitte	ovided that a larger unit	may be formed for an oil well or gas well or nonzontal authority baying jurisdiction to do so. For the purpose
of the foregoing, the terms "oil well" and "gas well" shall have the meanings prescribed by app	licable law or the appror	priate governmental authority, or, if no definition is so
prescribed, "oil well" means a well with an initial gas-oil ratio of less than 100,000 cubic feet per	barrel and "gas well" me	eans a well with an initial gas-oil ratio of 100,000 cubic
feet or more per barrel, based on 24-hour production test conducted under normal production	ng conditions using star	ndard lease separator facilities or equivalent testing
equipment; and the term "horizontal completion" means an oil well in which the horizontal cequipment; and the term "horizontal completion" means an oil well in which the horizontal completion.	component of the gross co	completion interval in facilities or equivalent testing
component thereof. In exercising its pooling rights hereunder, Lessee shall file of record a wi	itten declaration describ	sing the unit and stating the effective date of pooling.
Production, drilling or reworking operations anywhere on a unit which includes all or any par	t of the leased premises	s shall be treated as if it were production, drilling or
reworking operations on the leased premises, except that the production on which Lessor's roy	alty is calculated shall be	e that proportion of the total unit production which the
net acreage covered by this lease and included in the unit bears to the total gross acreage in Lessee. Pooling in one or more instances shall not exhaust Lessee's pooling rights hereunder.	and Lessee shall have	the recurring right but not the obligation to revise any
unit formed hereunder by expansion or contraction or both, either before or after commencen	nent of production, in or	der to conform to the well spacing or density pattern
prescribed or permitted by the governmental authority having jurisdiction, or to conform to any	productive acreage det	termination made by such governmental authority. In
making such a revision, Lessee shall file of record a written declaration describing the revised is	unit and stating the effect	tive date of revision. To the extent any portion of the
leased premises is included in or excluded from the unit by virtue of such revision, the proportic be adjusted accordingly. In the absence of production in paying quantities from a unit, or upon	or unit production on the	ereof. Lessee may terminate the unit by filing of record
a written declaration describing the unit and stating the date of termination. Pooling hereunder s	hall not constitute a cros	ss-conveyance of interests.
If Lessor owns less than the full mineral estate in all or any part of the leased premises	, the royalties and shut-in	in royalties payable hereunder for any well on any part
of the leased premises or lands pooled therewith shall be reduced to the proportion that Lessor's	s interest in such part of	the leased premises bears to the full mineral estate in
such part of the leased premises.		

- 8. The interest of either Lessor or Lessee hereunder may be assigned, devised or otherwise transferred in whole or in part, by area and/or by depth or zone, and the rights and obligations of the parties hereunder shall extend to their respective heirs, devisees, executors, administrators, successors and assigns. No change in Lessor's ownership shall have the effect of reducing the rights or enlarging the obligations of Lessee hereunder, and no change in ownership shall be binding on Lessee until 80 days after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee or until Lessor has astisfied the notification requirements contained in Lessee's usual form of division order. In the event of the death of any person entitled to shut-in royalties to the credit of decedent or decedent's estate in the depository designated above. If at any time two or more persons are entitled to shut-in royalties to the credit of decedent or decedent's estate in the depository designated above. If at any time two or more persons are entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to such persons or to their credit in the depository, either jointly or separately in proportion to the interest which each owns. If Lessee transfers its interest hereunder in whole or in part Lessee shall be relieved of all obligations thereafter arising with respect to any interest not so transferred. If Lessee transfers a full or undivided interest in all or any portion of the area covered by this lease, the obligation to pay or tender shut-in royalties hereunder shall be divided between Lessee and the transfers in proportion to the net acreage interest in this lease set then held by each.

 9. Lessee may, at any time and from time to time, deliver to Lessor or file of record a written release of this lease as to a full or undivided interest in all or any portion of the area covered by this lease, then obli
- If Lessee releases all or an undivided interest in less than all of the area covered hereby, Lessee's obligation to pay or tender shut-in royalties shall be proportionately reduced in accordance with the net acreage interest retained hereunder.

 10. In exploring for, developing, producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or unitized herewith, in primary and/or enhanced recovery, Lessee shall have the right of ingress and egress along with the right to conduct such operations on the leased premises as may be reasonably necessary for such purposes, including but not limited to geophysical operations, the drilling of wells, and the construction and use of roads, canats, pipelines, tanks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, store, treat and/or transport production. Lessee may use in such operations, free of cost, any oil, gas, water and/or other substances produced on the leased premises except water from Lessor's wells or ponds. In exploring, developing, producing or marketing from the leased premises or lands pooled therewith, the ancillary rights granted herein shall apply (a) to the entire leased premises described in Paragraph 1 above, nothinating any partial release or other partial termination of this lease, and (b) to any other lands in which Lessor now or hereafter has authority to grant such rights in the vicinity of the leased premises or lands pooled therewith. When requested by Lessor in writing, Lessee shall bury its pipelines below ordinary plow depth on cultivated lands. No well shall be located less than 200 feet from any house or barn now on the leased premises or other partitions to the improvements of the proportion of the leased premises or the partitions to the leased premises or the partitions to the improvements.
- other lates in which Lessor now or nereatter has authority to grant such rights in the vicinity of the leased premises or lands pooled therewith. When requested by Lessor in writing, Lessee shall buy its pipelines below ordinary plow depth on cultivated lands. No well shall be located less than 200 feet from any house or barn now on the leased premises or other lands used by Lessee hereunder, without Lessor's consent, and Lessee shall pay for damage caused by its operations to buildings and other improvements now on the leased premises or such other lands, and to commercial timber and growing crops thereon. Lessee shall have the right at any time to remove its fixtures, equipment and materials, including well casing, from the leased premises or such other lands and suring the term of this lease or within a reasonable time thereafter.

 11. Lessee's obligations under this lease, whether express or implied, shall be subject to all applicable laws, rules, regulations and orders of any governmental authority having jurisdiction including restrictions on the drilling and production of wells, and the price of oil, gas, and other substances covered hereby. When drilling, reworking, production or other operations are prevented or delayed by such laws, rules, regulations or orders, or by inability to obtain necessary permits, equipment, services, material, water, electricity, fuel, access or easements, or by fire, flood, adverse weather conditions, war, sabotage, rebellion, insurrection, rict, strike or labor disputes, or by finability to obtain a satisfactory market for production or failure of purchasers or camers to take or transport such production, or by any other cause not reasonably within Lessee's control, this lease shall not terminate because of such prevention or delay, and at Lessee's option, the period of such prevention or delay shall be added to the term hereof.

 12. In the event that Lessor, during the primary term of this lease, evelves a bona fide offer which Lessor is willing to accept from any party o

- time after said judicial determination to remedy the breach or default and Lessee fails to do so.

 14. For the same consideration recited above, Lessor hereby grants, assigns and conveys unto Lessee, its successors and assigns, a perpetual subsurface well bore easement under and through the leased premises for the placement of well bores (along routes selected by Lessee) from oil or gas wells the surface locations of which are situated on other tracts of land and which are not intended to develop the leased premises or lands pooled therewith and from which Lessor shall have no right to royalty or other benefit. Such subsurface well bore easements shall run with the land and survive any termination of this lease.

 15. Lessor hereby warrants and agrees to defend title conveyed to Lessee hereunder, and agrees that Lessee at Lessee's option may pay and discharge any taxes, mortgages or liens existing, levied or assessed on or against the leased premises. If Lessee exercises such option, Lessee shall be subrogated to the rights of the party to whom payment is made, and, in addition to its other rights, may reimburse itself out of any royalities or shuth- royalities otherwise payable to Lessor hereunder. In the event Lessee is made aware of any claim inconsistent with Lessor's title, Lessee may suspend the payment of royalities and shut-in royalities hereunder, without Interest, until Lessee has been fumilished satisfactory evidence that such claim has been resolved.

 16. Notwithstanding anything contained to the contrary in this lease. Lessee shall not have any rights to use the surface of the leased premises for drilling or other
- 16. Notwithstanding anything contained to the contrary in this lease, Lessee shall not have any rights to use the surface of the leased premises for drilling or other operations
- operations.

 17. This lease may be executed in counterparts, each of which is deemed an original and all of which only constitute one original.

 DISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lease payments, in the form of rental, bonus and royalty, are market sensitive and may vary depending on multiple factors and that this Lease is the product of good faith negotiations. Lessor understands that these lease payments and terms are final and that Lessor entered into this lease without duress or undue influence. Lessor recognizes that lease values could go up or down depending on market conditions. Lessor acknowledges that no representations or assurances were made in the negotiation of this lease that Lessor would get the highest price or different terms depending on future market conditions. Neither party to this lease will seek to alter the terms of this transaction based upon any differing terms which I encounted the party to the party to this lease will seek to alter the terms of this transaction based upon any differing terms.

IN WITNESS WHEREOF, this lease is executed to be effective as of the date first written above, but upon execution shall be binding on the signatory and the signatory's heirs, devisees, executors, administrators, successors and assigns, whether or not this lease has been executed by all parties hereinabove named as Lessor.

LESSOR (WHETHER ONE OR MORE)		
By: Tuan Van Nguyen	Ву:	
Torre	ACKNOWLEDGMENT	
Notary Publ My Comn	IUNOZ LOPEZ ic, State of Texas nission Expires Notary Publ	c, State of
STATE OF COUNTY OF This instrument was acknowledged before n by:	ne on theday of	, 2009,
	Notary Publ Notary's na	ilic, State of me (printed):

Notary's commission expires:



DALE RESOURCES LLC 2100 ROSS AVE STE 1870 LB-9

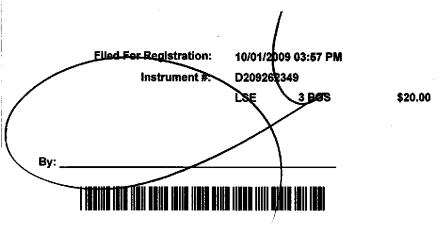
DALLAS

TX 75201

Submitter: DALE RESOURCES LLC

SUZANNE HENDERSON TARRANT COUNTY CLERK TARRANT COUNTY COURTHOUSE 100 WEST WEATHERFORD FORT WORTH, TX 76196-0401

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